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Senegal

Oilseeds and Products

Annual

2005

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Report Highlights:

Post forecasts peanut production to increase in 2005/2005 due to direct government subsidies to farmers for seed and fertilizers. Production in 2004/2005 is estimated at 573 TMT with SONACOS (the parastatal oilseed processing company) expected to process over 40 percent of production. The privatization of SONACOS is in its final stage with strategic partner selected in June 2004 and currently negotiating conditions and terms of the takeover. The peanut producer price is fixed at 170 F CFA/kg for the 2004/2005 marketing year.

Includes PSD Changes: Yes
Includes Trade Matrix: Yes
Annual Report
Abidjan [IV1]
[SG]

Executive Summary

Post forecasts a continued upward trend in peanut production in 2005/2006 due to increased government input subsidies and area expansion. In 2004, the government provided subsidies for seeds and fertilizers, which led to a 40 percent expansion in 2004/2005 planting. This included the Ministry of Agriculture provision of 30,000 tons of peanut seeds from Sonacos to Senegalese farmers through a loan program valued at 4 billion F CFA. However, the expected production expansion in 2004/2005 will be moderated by the bad quality seeds and drought in some parts of the Peanut Basin. Harvest losses in peanut growing areas due to locust attacks have been minimal. The swarms reinvaded part of the center and the southern part of the peanut basin during the pre-harvest. Peanut farmers averted attack of late-forming swarms from summer breeding in the Sahel by harvesting and storing the groundnuts in a timely manner.

Since the 2002 drought, there has been growing deficit in the supply of peanut seeds, which is currently estimated at 90,000 tons. The government intends to bridge this gap through an ambitious seed reconstitution program partly financed by the World Bank for CFA 100 million (USD 200,000). The program, which started in 2003, is a 5-year program. Already, the Senegalese Institute of Agricultural Research –ISRA – generates 40 tons of parental seeds in the Senegal River Valley and the multiplication process has entered into its active phase throughout the country. The program ends in 2008 and the Ministry of Agriculture hopes to reconstitute 120,000 tons of certified seed stock.

The 2004/2005 marketing year is underway. Sonacos plans to crush 250,000 tons of peanuts during this marketing year in the Lyndiane/Kaolack and Ziguinchor factories. Post visited the Lyndiane factory in Kaolack in February, 2005. There were hundreds of lorries and trucks waiting to discharge the peanuts into the “secco” located at the entrance of the factory. “Secco” are depots where peanuts are cleaned and stored, ready to be driven to the factory for processing. The Inter-professional Committee for Peanuts, which comprises SONACOS, farmers’ representatives, officials of the Ministry of Agriculture and operators in the peanut sector, set the peanut producer price for the 2004/2005 at 175 F CFA/kg.

After two failed privatization attempts in 1995 and 1999, the government of Senegal has finally decided to cede its shares in Sonacos to Advens, a private consortium that includes a Lebanese-French businessman, the Belgium peanut machinery manufacturer Desmet, Sodefitex (the cotton ginning company) and Sonacos employees. The process is in its final stage, with both parties – government and consortium - still negotiating terms and conditions of the privatization.

Exchange Rate: U.S. \$1.00 = 504 F CFA on March 24, 2005.

PSD Table

Country Senegal

Commodity Oilseed,
Peanut

	(1000 HA)(1000 MT)			(1000 HA)(1000 MT)		
	2003	Revised	2004	Estimate	2005	Forecast
	USDA	Post	USDA	Post	USDA	Post
	Official [Old]	Estimate	Official	Estimate	Official	Estimate
		[New]	[Old]	[New]	[Old]	[New]
Market Year Begin		11/2003		11/2004		11/2005
Area Planted	550	525	555	747	0	850
Area Harvested	525	525	550	747	0	850
Beginning Stocks	10	10	15	5	15	5
Production	445	441	450	573	0	600
MY Imports	0	0	0	0	0	5
My Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	0	0	0	0	0	0
TOTAL SUPPLY	455	451	465	578	15	610
MY Exports	10	30	1	50	0	25
MY Exp. to the EC	6	0	6	0	0	0
Crush Dom. Consumption	180	151	184	250	0	300
Food Use Dom. Consump.	180	185	194	191	0	195
Feed,Seed,Waste Dm.Cn.	70	80	71	82	0	85
TOTAL Dom. Consumption	430	416	449	523	0	580
Ending Stocks	15	5	15	5	0	5
TOTAL DISTRIBUTION	455	451	465	578	0	610
Calendar Year Imports	0	0	0	0	0	5
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	0	25	0	40	0	30
Calndr Yr Exp. to U.S.	0	0	0	0	0	0
	-	-	-	-	-	-
	-	-	-	-	-	-

PSD Table

Country Senegal
Commodity Oil, Peanut

	(1000 MT)(PERCENT)					
	2003 USDA Official [Old]	Revised Post Estimate [New] 11/2003	2004 USDA Official [Old]	Estimate Post Estimate [New] 11/2004	2005 USDA Official [Old]	Forecast Post Estimate [New] 11/2005
Market Year Begin						
Crush	180	151	184	250	0	300
Extr. Rate, 999.9999	0.3277777	0.3509933	0.3206521	0.352	0	0.35
Beginning Stocks	3	1	3	6	3	11
Production	59	53	59	88	0	105
MY Imports	1	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	0	2	0	0	0	0
TOTAL SUPPLY	63	54	62	94	3	116
MY Exports	32	43	32	75	0	85
MY Exp. to the EC	40	40	0	75	0	85
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consump.	28	5	27	8	0	12
Feed Waste Dom. Consum	0	0	0	0	0	0
TOTAL Dom. Consumption	28	5	27	8	0	12
Ending Stocks	3	6	3	11	0	19
TOTAL DISTRIBUTION	63	54	62	94	0	116
Calendar Year Imports	0	0	0	0	0	0
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	0	18	0	43	0	50
Calndr Yr Exp. to U.S.	0	0	0	0	0	0
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PSD Table

Country Senegal
Commodity Meal, Peanut

	(1000 MT)(PERCENT)					
	2003 USDA Official [Old]	Revised Post Estimate [New] 11/2003	2004 USDA Official [Old]	Estimate Post Estimate [New] 11/2004	2005 USDA Official [Old]	Forecast Post Estimate [New] 11/2005
Market Year Begin						
Crush	180	151	184	250	0	300
Extr. Rate, 999.9999	0.3888888	0.4172185	0.3804347	0.42	0	0.42
Beginning Stocks	0	0	0	3	0	1
Production	70	63	70	105	0	126
MY Imports	0	0	0	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	0	0	0	0	0	0
TOTAL SUPPLY	70	63	70	108	0	127
MY Exports	53	46	65	80	0	100
MY Exp. to the EC	55	40	55	60	0	80
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consump.	0	0	0	0	0	0
Feed Waste Dom. Consum	17	14	5	27	0	25
TOTAL Dom. Consumption	17	14	5	27	0	25
Ending Stocks	0	3	0	1	0	2
TOTAL DISTRIBUTION	70	63	70	108	0	127
Calendar Year Imports	0	0	0	0	0	0
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	0	45	0	0	0	0
Calndr Yr Exp. to U.S.	0	0	0	0	0	0
	—	—	—	—	—	—
	—	—	—	—	—	—

PSD Table

Country Commodity	Senegal		Oil,		(1000		Forecast
	Soybean				MT)(PERCENT)		
	2003 USDA Official [Old]	Revised Post Estimate [New]	2004 USDA Official [Old]	Estimate Post Estimate [New]	2005 USDA Official [Old]	Post Estimate [New]	
Market Year Begin		10/2003		10/2004		10/2005	
Crush	0	0	0	0	0	0	0
Extr. Rate, 999.9999	0	0	0	0	0	0	0
Beginning Stocks	0	4	0	8	0	4	4
Production	0	0	0	0	0	0	0
MY Imports	100	95	100	70	0	70	70
MY Imp. from U.S.	0	0	0	3	0	0	0
MY Imp. from the EC	0	80	0	60	0	60	60
TOTAL SUPPLY	100	99	100	78	0	74	74
MY Exports	0	0	0	0	0	0	0
MY Exp. to the EC	0	0	0	0	0	0	0
Industrial Dom. Consum	0	0	0	0	0	0	0
Food Use Dom. Consump.	100	91	100	74	0	70	70
Feed Waste Dom.	0	0	0	0	0	0	0
Consum							
TOTAL Dom.	100	91	100	74	0	70	70
Consumption							
Ending Stocks	0	8	0	4	0	4	4
TOTAL DISTRIBUTION	100	99	100	78	0	74	74
Calendar Year Imports	0	72	0	105	0	0	0
Calendar Yr Imp. U.S.	0	3	0	0	0	0	0
Calendar Year Exports	0	0	0	0	0	0	0
Calndr Yr Exp. to U.S.	0	0	0	0	0	0	0
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

Export Trade Matrix

Country Seneg

al

Commodi Oil,
ty Peanut

Time Period Jan-Dec

Units: MT

Exports for: 2003

2004

U.S.

U.S.

Others

Others

France	21558	France	9443
Italy	9925	Italy	6316
Netherlands	3781	Switzerland	1925
Switzerland	2000	Netherlands	558
Germany	1658		

Total for 38922

18242

Others

Others not
Listed

Grand Total 38922

18242

Import Trade Matrix

Country Seneg
al
Commodi Oil,
ty Soybe
an

Time Period Units: Imports for: **2004**U.S. U.S.

Others

Others

Brazil	70586	Brazil	63321
Argentina	12100	France	3043
Portugal	7039	Portugal	3007
Germany	3043	Germany	2040
France	181	Spain	700
Netherlands	22	Argentina	200
Spain	9		

Total for 92980

72311

Others

Others not

Listed

Grand Total 96116

72377